

EP - Tele
ER 7-9983
O & B

copy -
William H. Jackson Esq.
Special Assistant to the President
The White House
Washington, D. C.

Dear Bill:

Congressman Victor L. Anfuso, of New York, sent me the enclosed draft of a Bill which he is contemplating introducing into Congress, and asked my comments. I told him I had read it with real interest, but that as it cut across the functions of many agencies of Government, I wanted to reserve comment until I had an opportunity to discuss it with others.

Mr. Anfuso is particularly anxious to talk with you and it might be worthwhile, when you can arrange it. Certain features of his project are of interest to me. As you know,



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The general mechanism Mr. Anfuso proposes might well be studied from this angle.

Faithfully,

AWD/ji (4 Mar 56)

Distribution:

- O & 1 - Addressee
- 1 - Leg. Counsel (Mr. Paul)
- 1 - ER w/copy of Bill
- 1 - DCI w/copy of Bill
- 1 - Reading

Allen W. Dulles
Director

White House

84th
2d

Anfuso

To provide for the incorporation of The Free World Organization, and for other purposes.

That there be, as of the date of enactment of this Act, created as an agency of the United States of America a body corporate with the name of "The Free World Organization" (in this Act called the "Organization").

Sec. 2. The purposes of this corporation are (1) to further the general welfare of, and to strengthen friendship and understanding between the American people and the peoples of the world, (2) to aid people desiring freedom and independence to achieve that goal, and (3) to assist the forces of freedom throughout the world, through collaboration with [governments and governmental] agencies and individuals, corporations, private agencies, and other bodies of private persons in planning, initiating, assisting, financing, administering, and executing plans, programs, and projects, especially in the cultural, agricultural, educational, social, and political fields.

Sec. 3. The Organization, as a corporation--

(a) Shall have succession for a period of 5 years unless sooner dissolved by an Act of Congress.

(b) May adopt, alter, and use a corporate seal, which shall be judicially noticed.

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(c) May make and perform contracts with any individual, corporation, or other body of persons however designated, whether within or without the United States of America, and with any government or governmental agency, domestic or foreign.

(d) Shall determine and prescribe the manner in which its obligations shall be incurred and its expenses allowed and paid.

(e) May, as necessary for the transaction of the business of the Organization, employ officers, employees, agents, and attorneys in accordance with the provisions of the civil service and classification laws, except that the Organization may, without regard to the civil service and classification laws, employ, and fix the compensation of, officers, employees, agents, and attorneys of the Organization employed for service outside the continental limits of the United States: Provided, That the salary of any person thus employed shall not exceed the maximum salary established by the classification laws, and that the Organization may require bonds of any employee and pay the premiums of such bonds: Provided further, That no person who is a citizen of the United States shall be employed under authority of this paragraph (e) until such person has been investigated by the Federal Bureau of Investigation: Provided further, That no person not a citizen of the United States shall be employed under authority of this paragraph (e) for service in any country^{of} which such person is not a citizen except with the approval of the Central Intelligence Agency.

(f) May acquire by purchase, devise, bequest, or gift, or otherwise, lease, hold, and improve such real and personal property as it finds to be necessary to its purposes, whether within or without the United States, and in any manner dispose of all such real and personal property held by it and use as general funds all receipts arising from the disposition of such property.

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(g) Shall be entitled to the use of the United States mails in the same manner and on the same conditions as the executive departments of the Government.

(h) May, with the consent of any board, corporation, commission, independent establishment, or executive department of the Government, including any field service thereof, avail itself of the use of information, services, facilities, officers, and employees thereof in carrying out the provisions of this Act.

(i) May accept money, funds, property, and services of every kind by gift, devise or bequest, or grant, or otherwise, and make advances and grants to any individual, corporation, or other body of persons, whether within or without the United States of America, or to any government or governmental agency, domestic or foreign, when deemed advisable by the Organization in furtherance of its purposes.

(j) May sue and be sued, complain, and defend, in its corporate name in any court of competent jurisdiction.

(k) Shall have such other powers as may be necessary and incident to carrying out its powers and duties under this Act.

Sec. 4. Upon termination of the corporate life of the Organization all of its functions shall be liquidated and, thereafter, unless otherwise provided by Congress, the assets shall be transferred to the United States Treasury as the property of the United States.

Amend 1 to Sec. 5
Sec. 5. (a) The management of the Organization shall be vested in a board of directors (hereinafter referred to as the "Board"), nine in number, five of whom shall be appointed by the President with the advice and consent of the Senate, two of whom shall be Members of the House of Representatives, one from each of the two major political parties, appointed by the

-4-

Speaker of the House of Representatives, and two of whom shall be Members of the Senate, one from each of the two major political parties, appointed by the Vice President of the United States.

(b) The President shall designate one director as Chairman of the Board.

(c) The directors shall hold office at the pleasure of the President.

(d) The directors shall receive no additional compensation for their services as directors but may be allowed actual necessary traveling and subsistence expenses incurred by them in the performance of their duties as directors.

(e) The Board shall direct the exercise of all the powers of the Organization.

(f) The Board may prescribe, amend, and repeal bylaws, rules, and regulations governing the manner in which the business of the Organization may be conducted and in which the powers granted to it by law may be exercised and enjoyed: Provided, That a majority of the Board shall be required as a quorum.

(g) In furtherance and not in limitation of the powers conferred upon it, the Board may appoint such committees for the carrying out of the work of the Organization as the Board finds to be for the best interests of the Organization, each committee to consist of two or more of the directors, which committees, together with officers and agents duly authorized by the Board and to the extent provided by the Board, shall have and may exercise the powers of the Board in the management of the business and affairs of the Organization.

-5-

Sec. 6. The Organization shall be a nonprofit corporation and shall have no capital stock. No part of its revenue, earnings, or other income or property shall inure to the benefit of its directors, officers, and employees and such revenue, earnings, or other income, or property shall be used for the carrying out of the corporate purposes herein set forth. No director, officer, or employee of the corporation shall in any manner directly or indirectly participate in the deliberation upon or the determination of any question affecting his personal interests or the interests of any corporation, partnership, or organization in which he is directly or indirectly interested.

Sec. 7. When approved by the Organization, in furtherance of its purposes, the officers and employees of the Organization may accept and hold offices or positions to which no compensation is attached with governments, governmental or private agencies of the other nations.

Sec. 8. The President shall have authority to detail employees of the executive branch of the Government to the Organization under such circumstances and upon such conditions as he may determine: Provided, That any such employee so detailed shall not lose any privileges, rights, or seniority as an employee of the Government by virtue of such detail.

Sec. 9. The principal office of the Organization shall be located in the District of Columbia, but there may be established agencies, branch offices, or other offices in any place or places within the United States or within any other country in any of which locations the Organization may carry on all or any of its operations and business under bylaws or rules and regulations.

-6-

Sec. 10. The Organization, including its franchise and income, shall be exempt from taxation now or hereafter imposed by the United States, or any Territory, dependency, or possession thereof, or by any State, county, municipality, or local taxing authority. Any contribution or gift made by a taxpayer to or for the use of the Organization shall, for purposes of subtitle A of the Internal Revenue Code of 1954, be considered a charitable contribution (as defined in section 170(c) of such Code) and allowed as a deduction from gross income under section 170(a) of such Code without regard to any of the limitations contained in section 170(b) of such Code.

Sec. 11. The right to alter, amend, or repeal this Act is hereby expressly reserved. If any clause, sentence, paragraph, or part of this Act shall for any reason be adjudged by any court of competent jurisdiction to be invalid, such judgment shall not affect, impair, or invalidate the remainder of this Act, but shall be confined in its operations to the clause, sentence, paragraph, or part thereof directly involved in the controversy in which such judgment shall have been rendered.

Sec. 12. The Organization shall be subject to the provisions of the Government Corporation Control Act (Public Law 248, Seventy-ninth Congress).

Sec. 13. There are authorized to be appropriated, at a rate not to exceed \$100,000,000 annually, out of any money in the Treasury not otherwise appropriated, such sums as may be necessary to carry out this Act.

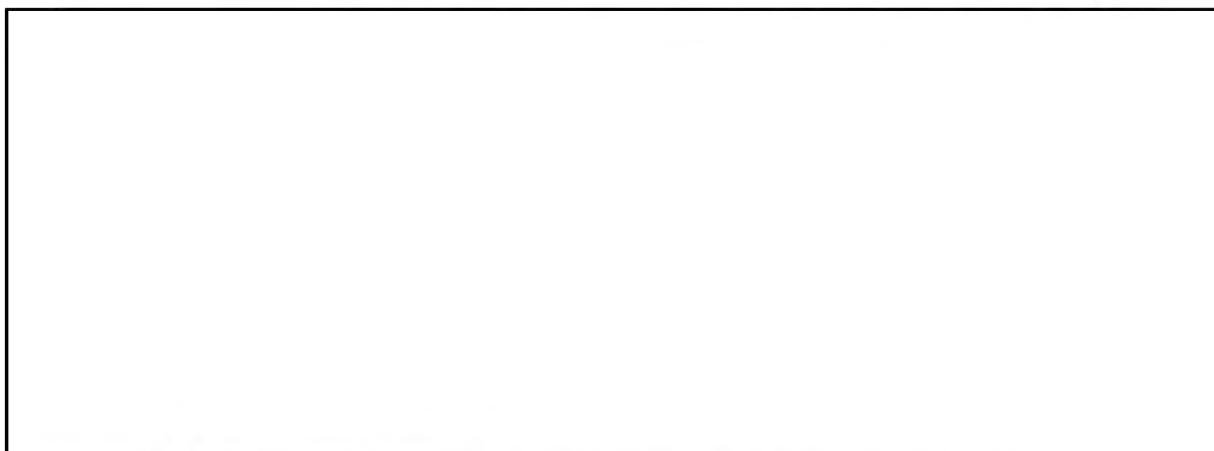
This Act may be cited as the "Free World Organization Act".

7-9983

card -
Mr. William H. Jackson
Special Assistant to the President
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Dear Bill:

Congressman Victor L. Anfuso, of New York, sent me the enclosed draft of a Bill which he is contemplating introducing into Congress. He sent it to me and asked my comments. I told him I would read it with real interest, but that as it cut across the functions of many agencies of Government, I wanted to reserve further comment until I had an opportunity to discuss it with others.



This particular Bill may be too big a jump to take at the moment, but the idea is worth studying and possibly on a more modest basis could be a useful adjunct to our present mechanisms.

Faithfully,

DCI/ji (3 Mar 56)

Distribution:

0 & 1 - Addressee

1 - Lex Counsel (Mr. Paul,)

1 - ER w/copy of Bill —

1 - DCI w/copy of Bill

1 - ~~Enclosure~~

Proposed Bill

Allen W. Dulles
Director

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8 March 1956: 1 complete cy - DDP - Wisker

29 February 1956

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MEMORANDUM FOR:

SUBJECT: Proposed Bill by Congressman Anfuso

1. I have talked to Congressman Anfuso about the attached bill. I told him that the Director had read the bill with interest, but that he did not feel he wanted to comment specifically due to the fact that the bill, if enacted, would cut across the interests of several Government departments.

2. I passed on the Director's offer to arrange a meeting between Congressman Anfuso and William Jackson to discuss this matter. Mr. Anfuso requested that the Director forward the bill to Mr. Jackson, and that after he had read it, he would appreciate it if a meeting could be arranged.

Norman S. Paul
Legislative Counsel

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Attachment
Proposed Bill

29 February 1956

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